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NEWS RELEASE

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FOUR CHARGED WITH CONSPIRACY TO COMMIT MONEY LAUNDERING

KANSAS CITY, Kan. – United States Attorney Eric Melgren announced that **Manoj K. Jain**, 40, currently of Potomac, Maryland, previously of Leawood, Kansas, **Harvey Greenwald**, 63, Ft. Worth, Texas, **Richard Cayce, Sr.**, 58, Roanoke, Texas, and **Richard Cayce, Jr.**, 34, Denton, Texas, have each been charged with conspiracy to commit money laundering. Jain has also been charged with two counts of bank fraud. Greenwald has also been charged with two counts of bank fraud and one count of witness tampering. Cayce, Sr., has also been charged with one count of bank fraud.

The indictment alleges that Jain, was the owner, president, and chief executive officer of BioCore, Inc., and its affiliates, BioFoods, Inc., and BioCore Medical Technologies, Inc. These companies operated facilities in Topeka, Kansas, and Oskaloosa, Kansas, and conducted research and produced medical products, including collagen-based products.

The indictment further alleges that Greenwald operated and controlled Arber Corporation and Aljack Sales Corporation with offices in Fort Worth, Texas. The indictment alleges that Cayce, Sr., and Cayce, Jr., owned and operated August Trading, L.L.C., with offices in Fort Worth, Texas, and that Greenwald and Cayce, Sr., owned and operated ODC Biotech International, Ltd.

The indictment alleges that from April 1999 through September 1999, Jain and Greenwald entered into a scheme to defraud American Bank, Wichita, Kansas, by providing false information to American Bank including a false appraisal and false supporting documents which allowed Jain to obtain a \$1,000,000 loan from American Bank to BioCore. The indictment further alleges that from December 1999 through May 2000, Jain, Greenwald, and Cayce, Sr., entered into a scheme to defraud First Savings Bank, Manhattan, Kansas, by providing false information to First Savings Bank including a false appraisal and supporting

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documents that allowed Jain to obtain a \$3,950,000 loan from First Savings Bank to BioFoods and BioCore Medical Technologies, Inc. The indictment also alleges that from May 2000 through July 2000, Jain, Greenwald, Cayce, Sr., and Cayce, Jr., conspired to commit money laundering with the proceeds of this fraudulently obtained bank loan by transferring money between their various companies' bank accounts including August Trading, ODC Biotech, and Aljack Sales Corporation. The indictment alleges that on October 18, 2002, Greenwald engaged in witness tampering by telling someone that had been subpoenaed to provide Arber Corporation records to a federal grand jury to destroy the records.

In a separate indictment, **Jain** is also charged with two counts of filing fraudulent federal income tax returns with the Internal Revenue Service for tax years 1994 and 1995 by willfully failing to report income he received from BioCore, Inc.

If convicted, Jain faces a maximum of thirty years in federal prison, without parole, for bank fraud, a maximum of twenty years for money laundering, and a maximum of three years on each count of filing fraudulent income tax returns. Jain was arrested on March 4, 2004, in Maryland and made his initial appearance in U.S. District Court in Greenbelt, Maryland. Jain was released on bond with electronic monitoring and will make his next court appearance in U.S. District Court in Kansas City, Kansas, on March 10, 2004, at 1:30 p.m. before U.S. Magistrate Judge David J. Waxse.

If convicted, Greenwald and Cayce, Sr., each face a maximum of thirty years in federal prison, without parole, for bank fraud and a maximum of twenty years for money laundering. Greenwald also faces a maximum of ten years for witness tampering. If convicted, Cayce, Jr., faces a maximum of twenty years in federal prison, without parole, for money laundering.

Greenwald and Cayce, Jr., are scheduled to make their initial appearance in U.S. District Court in Kansas City, Kansas, on March 10, 2004, at 1:30 p.m. before U.S. Magistrate Judge David J. Waxse. Cayce, Sr., is scheduled to make his initial appearance on March 30, 2004, at 1:30 p.m. before U.S. Magistrate Judge David J. Waxse.

The case was investigated by the Internal Revenue Service, Criminal Investigation, and the USDA, Office of Inspection General, and is being prosecuted by Assistant U.S. Attorney Leon Patton.

As in any criminal case, a person is presumed innocent until and unless proven guilty. The Indictment filed merely contain allegations of criminal conduct.